FACT SHEET

PERMIT NO: GEN-1992-04

PERMITTEE: City of Milpitas

CONTACT PERSON: Mr. Thomas Wilson, City Manager

TELEPHONE: (408) 586-3050

TYPE: Installation of two 4" diameter PVC Recycled Water Lines

LOCATION: 1. North of intersection of Escuela Parkway and Russell Lane, Milpitas

2. At Escuela Parkway between Manzano St. and Cirolero St., Milpitas

REMARKS: Permittee requests permission to install two 4" diameter PVC recycled water

lines: 1) Crossing BDPL #3 & #4 R/W, Parcel No. 106B, Escuela Parkway and Russell Lane, Milpitas 2) Parcel No. 105A At Escuela Parkway between

Manzano St. and Cirolero Street, Milpitas

SFPUC DRAWING NO.: SF-G-1992-1, SF-G-1992-2, SF-G-1992-3, SF-G-1992-4,

SF-G-1992-5, SF-G-1992-6 and SF-G-1992-7

PERMIT PROCESSING FEE: One Thousand Eight Hundred Dollars (\$1,800.00)

INSPECTION COST: Seven Hundred Dollars (\$700.00)

LAND USE FEE: N/A

APPLICATION RECEIVED: November 12, 2003

DATE PERMIT COMPLETED:

SFPUC INSPECTOR: Construction Inspector

ENVIRONMENTAL REVIEW: SFPUC Environmental & Regulatory Affairs

SAN FRANCISCO PUBLIC UTILITIES COMMISSION REVOCABLE PERMIT

GEN-1992-04 Permit Number

THIS REVOCABLE PERMIT (this "Permit") dated for reference purposes only as of February 12, 2004, is made by and between the CITY AND COUNTY OF SAN FRANCISCO, a municipal corporation ("City"), acting by and through its Public Utilities Commission, Water Supply & Treatment Division ("SFPUC"), and CITY OF MILPITAS, a municipal corporation ("Permittee").

City and Permittee agree as follows:

1. <u>License</u>. City confers to Permittee a revocable, personal, non-exclusive and non-possessory privilege to enter upon and use that certain real property owned by City situated in the County of San Mateo, State of California, more particularly described in Exhibit A attached hereto (the "Permit Area"), for the limited purpose and subject to the terms, conditions and restrictions set forth below. The Permit Area is shown generally on Drawing No. SF-G-1992-2 and SF-G-1992-4 attached hereto as Exhibit A-1. This Permit gives Permittee a license only and notwithstanding anything to the contrary herein, this Permit does not constitute a grant by City of any ownership, leasehold, easement or other property interest or estate whatsoever in the Permit Area, or any portion thereof. Nothing in this Permit shall be construed as granting or creating any franchise rights pursuant to any federal, state or local laws.

THE PRIVILEGE GIVEN TO PERMITTEE UNDER THIS PERMIT IS EFFECTIVE ONLY INSOFAR AS THE RIGHTS OF CITY IN THE PERMIT AREA ARE CONCERNED, AND PERMITTEE SHALL OBTAIN ANY FURTHER PERMISSION NECESSARY BECAUSE OF ANY OTHER EXISTING RIGHTS AFFECTING THE PERMIT AREA. WITHOUT LIMITING THE FOREGOING, THIS PERMIT IS BEING ISSUED SUBJECT AND SUBORDINATE TO ALL OF THE TERMS AND CONDITIONS OF THAT CERTAIN DEED RECORDED ON AUGUST 17, 1950, BOOK 2037, PAGE 181 OF OFFICIAL RECORDS OF SANTA CLARA COUNTY AND IN THE DEED RECORDED ON OCTOBER 4, 1950 IN BOOK 2068, PAGE 18 OF OFFICIAL RECORDS OF SANTA CLARA COUNTY, PURSUANT TO WHICH CITY ACQUIRED ITS INTEREST IN THE PERMIT AREA, A COPY OF WHICH HAS BEEN DELIVERED TO PERMITTEE AND PERMITTEE HEREBY ACKNOWLEDGES RECEIPT THEREOF (THE "DEED"), AND ALL OTHER EXISTING AND FUTURE DOCUMENTS AND INSTRUMENTS OF RECORD AFFECTING THE PERMIT AREA (COLLECTIVELY, WITH THE DEED, THE "RECORDED DOCUMENTS"). PERMITTEE MUST SECURE ALL ADDITIONAL NECESSARY APPROVALS, PERMITS AND CONSENTS, AND DELIVER ALL NECESSARY NOTICES, BEFORE COMMENCING WORK IN THE PERMIT AREA,

INCLUDING ANY APPROVALS, PERMITS, CONSENTS OR NOTICES REQUIRED FROM OR TO THE GRANTOR UNDER THE RECORDED DOCUMENTS. PERMITTEE COVENANTS AND AGREES, FOR THE BENEFIT OF CITY, THAT PERMITTEE SHALL FULLY COMPLY WITH THE TERMS AND CONDITIONS OF THE RECORDED DOCUMENTS AND ANY OTHER RULES AND REGULATIONS PROMULGATED BY CITY AS THEY APPLY TO ANY WORK TO BE PERFORMED OR FACILITIES TO BE INSTALLED BY PERMITTEE ON THE PERMIT AREA PURSUANT TO THIS PERMIT, AND CITY SHALL HAVE NO RESPONSIBILITY OR LIABILITY OF ANY KIND WITH RESPECT THERETO. PERMITTEE ACKNOWLEDGES AND AGREES THAT NEITHER CITY NOR ANY OF ITS AGENTS HAVE MADE, AND CITY HEREBY DISCLAIMS, ANY REPRESENTATIONS OR WARRANTIES. **EXPRESS** OR IMPLIED, CONCERNING THE PRESENT OR FUTURE SUITABILITY OF THE PERMIT AREA FOR PERMITTEE'S INTENDED WORK OR FACILITIES, THE IMPACT OF ANY TERM OR CONDITION OF THE RECORDED DOCUMENTS ON PERMITTEE'S RIGHTS UNDER THIS PERMIT, OR THE ABILITY TO OBTAIN OR DELIVER, OR THE PROCEDURE FOR OBTAINING OR DELIVERING, ANY NECESSARY APPROVALS, PERMITS, CONSENTS OR NOTICES FROM OR TO THE GRANTOR UNDER THE RECORDED DOCUMENTS OR ANY OTHER PARTY WITH RESPECT TO ANY MATTERS CONTAINED IN THIS PERMIT.

2. <u>Use of Permit Area</u>.

- (a) Permitted Acts. Permittee may enter and use the Permit Area for the sole purpose of installation of two 4" diameter recycled water lines. All of the foregoing shall be performed in strict accordance with Section 3(a) hereof, and for no other purpose whatsoever.
- (b) Subject to City Uses. Permittee is aware that the Permit Area constitutes a portion of City's water pipeline delivery system. Notwithstanding anything to the contrary in this Permit, any and all of Permittee's activities hereunder shall be subject and subordinate at all times to City's existing and future use of the Permit Area for municipal and other purposes. City shall in no way be liable for any damage or destruction to Permittee's property and/or improvements resulting from any pipeline break or from any pipeline repair or maintenance activities. Permittee shall, at City's request, immediately remove any property or improvements on the Permit Area to allow City access to the pipelines. In the event City deems it necessary, in City's sole discretion, City shall have the right to remove any such property or improvements and City shall not be responsible for restoring or returning same to its prior condition.
- 3. <u>Installation of Facilities</u>. Permittee may install certain facilities consisting of two-4 inches diameter recycled water lines on the Permit Area only upon satisfaction of the following conditions, which are for the sole benefit of City:

- (a) Approval of Plans and Specifications. Permittee shall install the permitted facilities in accordance with plans and specifications (including drawings) approved in advance and in writing by SFPUC and attached hereto as Exhibit A-1. The plans and specifications may be revised or amended only with prior written approval of SFPUC after SFPUC's Manager of Environmental and Regulatory Affairs has determined that no further environmental review is required by CEQA as a result of any such revision or amendment.
- Permits and Approvals. Before beginning any work in the Permit Area, Permittee shall obtain any and all permits, licenses and approvals (collectively, "approvals") of all regulatory agencies and other third parties that are required to commence, complete and maintain the permitted work. Promptly upon receipt of such approvals, Permittee shall deliver copies of them to SFPUC. Permittee recognizes and agrees that no approval by SFPUC for purposes of Permittee's work hereunder shall be deemed to constitute the approval of any federal, state or local regulatory authority with jurisdiction, and nothing herein shall limit Permittee's obligation to obtain all such regulatory approvals, at Permittee's sole cost.
- Exercise of Due Care. Permittee shall use, and shall cause its Agents (as (c) defined below) to use, due care at all times to avoid any damage or harm to City's water pipelines or other property and to native vegetation and natural attributes of the Permit Area and to minimize slope erosion. Permittee shall not disturb the surface of the Permit Area or perform any excavation work without the prior written approval of City, which City may withhold in its sole discretion. City shall have the right to condition and/or oversee any permitted excavation work. Permittee shall mark, at its own expense, the location of the City's water transmission mains within the Permit Area and shall not use any pick, plow or other sharp tool to remove the two feet of soil around the transmission mains, provided that Permittee may use hand shovels or pneumatic shovels in compliance with all other terms and conditions of this Permit. Permittee shall immediately inform City of any actual or potential damage to the coating of the pipeline, and any such damage shall be promptly repaired by Permittee, at its own expense, to the satisfaction of City prior to backfilling; provided, City may elect, in its sole discretion, to make any necessary repairs itself, at Permittee's sole cost, by notifying Permittee of such fact. Upon completion of the repairs, City shall send to Permittee a bill therefore which Permittee shall pay within thirty (30) days following receipt. Under no circumstances shall Permittee damage, harm or take any rare, threatened or endangered species on or about the Permit Area.
- (d) <u>Cooperation with SFPUC</u>. Permittee and its Agents shall work closely with City personnel to minimize any potential disturbance (even if temporary) of

the natural features of the Permit Area and to avoid disruption (even if temporary) of City facilities, in, under, on or about the Permit Area and City uses thereof.

- (e) <u>Heavy Equipment</u>. Permittee shall not use any heavy construction equipment over or about City's pipelines, except as otherwise expressly allowed in Section 4(i) hereof.
- Work Schedule. Permittee must begin installation work, if at all, within (f) ninety (90) days after the commencement of the term of this Permit. At least five (5) days prior to the commencement of any work on the Permit Area, Permittee shall notify Mr. Ben Ayala, Construction Inspector, at (650) 872-5908, of the date such work shall commence and the intended construction schedule. Notwithstanding the approval of such schedule by SFPUC, the Construction Inspector shall have the right to require Permittee to adjust such schedule from time to time. All work must be performed during regular working hours (Monday through Friday) between 8:00 a.m. to 4:30 p.m., exclusive of City holidays. Any work performed during any other time or day must be pre-approved by the SFPUC at least forty-eight (48) hours prior to commencing such work. In connection with such approval, City shall have the right to charge Permittee additional inspection fees payable prior to SFPUC's approval of the request. Permittee shall complete all work no later than three hundred sixty (360) days after the commencement of the term of this Permit, subject to unavoidable delays. For purposes hereof. "unavoidable delays" shall mean any delays by reason of acts of God, accidents, breakage, strikes, lockouts, other labor disputes, enemy action, civil commotion, protests, riots, demonstrations, federal or state governmental restrictions, or by any other reason beyond the reasonable control of Permittee. Permittee shall have the right to apply to City for a onetime extension for a period not to exceed 90 days. City may charge a nonrefundable fee of \$100 to process such application for an extension.
- (g) Restoration of Permit Area. Immediately following completion of any work permitted hereunder, Permittee shall remove all debris and any excess dirt and shall restore the Permit Area to its condition immediately prior to Permittee's work hereunder, to the satisfaction of City. Permittee shall restore excavated areas with new vegetation (including irrigation and maintenance until established) and erosion control netting, all as requested by City.
- (h) As-Built Drawings/Reports. Promptly upon completion of the installation of the facilities, Permittee shall furnish SFPUC with two (2) complete copies of final as-built drawings for the facilities, which drawings shall include sufficient detail so as to allow City to precisely locate the facilities. In the event that Permittee or its agents or consultants prepares any environmental, seismic,

geophysical or other written report relating to the Permit Area and/or any work performed thereon, Permittee shall furnish to City a complete copy of such report, including any schedules, exhibits and maps, promptly upon completion of the same.

- (i) Responsibility for Maintenance of Facilities. Permittee shall be solely responsible for repairing and maintaining all facilities placed in or on the Permit Area pursuant hereto in good and safe condition, and City shall have no duty whatsoever for any repair or maintenance of the Permit Area or any such facilities therein. Permittee shall notify City in writing not less than five (5) days before performing any repair or maintenance work in the Permit Area, except in the case of an emergency wherein Permittee shall notify City telephonically and in writing as soon as reasonably possible.
- (j) Revocability. Permittee acknowledges and agrees that the installation of the facilities permitted hereunder, regardless of cost, shall not in any way whatsoever limit City's right to revoke this Permit pursuant to the terms hereof or any of City's other rights hereunder.
- (k) <u>Contractors</u>. Permittee shall not accept and release its contractor for work authorized or required by this Permit before securing the SFPUC's written approval.
- (I) Cathodic and Other Protection. City may adopt from time to time such rules and regulations with regard to Permittee's facilities and operations hereunder as City may determine are necessary or appropriate, in City's sole discretion, to safeguard against corrosion of, or other damage to, City's pipelines and related facilities. Permittee shall immediately comply with all such rules and regulations upon receipt of a copy thereof.
- (m) Potholing. Potholing to measure the depth of the City's pipeline and related facilities is authorized by this Permit, provided that the method, location and other particulars of such potholing shall be subject to the direction of the City's inspector. Potholing using the soft dig method (vacuum soil extraction system) is preferred. The use of other mechanical methods such as digging with backhoe must be approved by SFPUC at least five (5) days prior to commencing such work. Notwithstanding the foregoing, the last two (2) feet above the top of the pipe must be dug manually, without the use of any machines. Upon completion of potholing, Permittee shall promptly notify City in writing of the depth of City's pipeline and related facilities in the potholed area.
- (n) <u>Distance Between Pipes.</u> The clear distance between the bottom of Permittee's facilities and the top of City's existing and any proposed future

water lines shall not be less than twelve inches (12") and Permittee's installed facilities shall be placed at a constant grade for the entire crossing over the Permit Area.

- 4. Restrictions on Use. Permittee agrees that, by way of example only and without limitation, the following uses of the Permit Area by Permittee, or any other person claiming by or through Permittee, are inconsistent with the limited purpose of this Permit and are strictly prohibited as provided below:
 - (a) Improvements. Except as otherwise expressly provided herein, Permittee shall not construct or place any temporary or permanent structures or improvements in, on, under or about the Permit Area, nor shall Permittee make any alterations or additions to any of existing structures or improvements on the Permit Area, unless Permittee first obtains SFPUC's prior written consent, which SFPUC may give or withhold in its sole and absolute discretion. For purposes hereof, asphalt concrete and cementitious concrete driveways, sidewalks and parking areas, shacks and storage facilities, and fences shall be deemed "improvements."
 - (b) <u>Trees and Other Plantings</u>. Permittee shall not plant any trees or other vegetation in or on the Permit Area, except as otherwise expressly provided herein.
 - (c) <u>Dumping</u>. Permittee shall not cause or permit the dumping or other disposal in, on, under or about the Permit Area of landfill, refuse, Hazardous Material (as defined below) or any other materials, including but not limited to materials that are unsightly or could pose a hazard to the human health or safety, native vegetation or wildlife, or the environment.
 - Hazardous Material. Permittee shall not cause, nor shall Permittee allow (d) any of its Agents or Invitees (as such terms are defined below) to cause, any Hazardous Material (as defined below) to be brought upon, kept, used, stored, generated, released or disposed of in, on, under or about the Permit Area, or transported to, from or over the Permit Area. Permittee shall immediately notify City when Permittee learns of, or has reason to believe that, a release of Hazardous Material has occurred in, on, under or about the Permittee shall further comply with all laws, statutes, Permit Area. ordinances, rules, regulations, policies, orders, edicts and the like (collectively, "Laws") requiring notice of such releases or threatened releases to governmental agencies, and shall take all action necessary or desirable to mitigate the release or minimize the spread of contamination. In the event that Permittee or its Agents or Invitees cause a release of Hazardous Material, Permittee shall, without cost to City and in accordance with all Laws and using the highest and best technology available, promptly return the

Permit Area to the condition immediately prior to the release. In connection therewith, Permittee shall afford City a full opportunity to negotiate and participate in any discussion with governmental agencies and environmental consultants regarding any settlement agreement, cleanup or abatement agreement, consent decree or other compromise proceeding involving Hazardous Material, and any other abatement or clean-up plan, strategy and procedure. For purposes hereof, "Hazardous Material" means material that, because of its quantity, concentration or physical or chemical characteristics, is at any time now or hereafter deemed by any federal, state or local governmental authority to pose a present or potential hazard to public health, welfare or the environment. Hazardous Material includes, without limitation, the following: any material or substance defined as a "hazardous substance, pollutant or contaminant" pursuant to the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended, 42 U.S.C. Sections 9601 et seq., or pursuant to Section 25316 of the California Health & Safety Code or any other federal, state, or local Law; a "hazardous waste" listed pursuant to Section 25140 of the California Health & Safety Code; any asbestos and asbestos containing materials whether or not such materials are part of the Permit Area or are naturally occurring substances in the Permit Area; and any petroleum, including, without limitation, crude oil or any fraction thereof, natural gas or natural gas liquids, provided, the foregoing shall not prohibit Permittee from traversing to, from and across the Permit Area in standard motor vehicles that do not exceed the weight limitations set forth below. The term "release" or "threatened release" when used with respect to Hazardous Material shall include any actual or imminent spilling, leaking, pumping, pouring, emitting, emptying, discharging, injecting, escaping, leaching, dumping, or disposing in, on, under or about the Permit Area.

- (e) Nuisances. Permittee shall not conduct any activities in, on, under or about the Permit Area that constitute waste, nuisance or unreasonable annoyance (including, without limitation, emission of objectionable odors, noises or lights) to City, to the owners or occupants of neighboring property, or to the public, or that constitute waste or nuisance per se.
- (f) <u>Damage</u>. Permittee shall not do anything in, on, under or about the Permit Area that could cause damage or interference to any pipelines or other property located in, on, under or about the Permit Area.
- (g) <u>Use of Adjoining Land</u>. Permittee acknowledges that the privilege given under this Permit shall be limited strictly to the Permit Area. Permittee shall not traverse over or otherwise use any adjoining lands of City.
- (h) Ponding: Water Courses. Permittee shall not cause any ponding on the Permit Area or any flooding on adjacent land. Permittee shall not engage in

any activity that causes any change, disturbance, fill, alteration or impairment to the bed, bank or channel of any natural water course, wetland, or other body of water on, in, under or about the Permit Area, nor shall Permittee engage in any activity that could pollute or degrade any surface or subsurface waters or result in the diminution or drainage of such waters.

- (i) <u>Heavy Equipment and Vehicles</u>. To prevent damage to City's underground pipelines, Permittee's use of vehicles and equipment within twenty feet (20') of each side of the centerline of City's pipelines (measured on the surface) shall be subject to the following restrictions:
 - (i) The depth of soil cover over the tops of City's pipelines must be at least three feet (3') for steel cylinder pipe and four feet (4') for reinforced pre-stressed concrete cylinder pipe to accommodate the loading as defined below in Item (ii). If any equipment with axle loading exceeds the loads stated in Item (ii) below or if the depth of soil cover is less than stated above, Permittee shall submit to SFPUC for review and approval, in SFPUC's sole discretion, engineering calculations prepared by a licensed Professional Engineer showing that City's pipelines will not be adversely affected by Permittee's proposed activities. In the event that City's pipelines may be adversely affected, Permittee shall submit remedial measures for City's approval to ensure that no adverse effect will occur.
 - (ii) The effects of vehicle and equipment loads to the pipe must not exceed the effects of the "AASHO Standard H-10 Loading." H-10 loading is defined as loading caused by a two-axle truck with a gross weight of ten tons (20,000 lbs.), axles fourteen feet (14') apart, and rear axle carrying eight tons (16,000 lbs.). Permittee shall be responsible to provide SFPUC adequate evidence that its equipment and vehicles meet the foregoing requirements.
 - (iii) Permittee shall not use vibrating compaction equipment without SFPUC's prior written approval, which approval may be withheld in SFPUC's sole discretion.
 - (iv) If the depth of the soil cover over the pipeline (determined by potholing or other proof procedure) is less than the minimum stated in (i) above, unless an alternate method is approved by SFPUC in writing, all excavation and grading over the pipeline shall be performed manually. For any machinery equipment excavation and grading over and within twenty feet (20') on each side of the centerline of the pipeline (measured on the surface), Permittee shall submit a written proposal together with all supporting calculations and data to SFPUC for review and approval. In any case, the two feet (2') of soil

around the pipeline shall be removed manually or by other methods approved by SFPUC with due care as provided in Section 3(c).

5. Permit Fee(s).

Permittee shall pay to City a one-time non-refundable permit fee in the amount of Two Thousand Five Hundred Dollars (\$2,500.00) to cover City's processing, inspection and other administrative costs. Such fee is payable at such time as Permittee signs and delivers this Permit to City. Payment shall be made by good check payable to the City and County of San Francisco and delivered to City in care of the Land Engineering Manager of the Water Supply & Treatment Division at the address for notices to City specified in Section 30 hereof or such other place as City may designate in writing. Without limiting its right to revoke this Permit or any of its other rights hereunder, City may at any time, upon not less than 30 days' written notice to Permittee, charge a use fee for the privilege given hereunder if City establishes a general policy for charging fees for the use permitted hereunder, and City may increase such fee from time to time in accordance with such policy.

- 6. Term of Permit. The privilege conferred to Permittee pursuant to this Permit shall commence on the date on which this Permit is executed and delivered by City following PUC authorization and approval and the receipt of all fees and security required to be provided hereunder (the "Commencement Date"), and shall immediately expire upon oral or written notice from City revoking this Permit. City may at its sole option freely revoke this Permit at any time without cause or liability, and without any obligation to pay any consideration to Permittee or return to Permittee any part of the permit fee or, if applicable, the user fee. Upon any such revocation, Permittee will immediately surrender the Permit Area in the condition required hereunder.
- 7. Security for Performance. INTENTIONALLY OMITTED.

8. <u>Insurance</u>.

Permittee shall procure and keep in effect at all times during the term of this Permit, at Permittee's expense, and cause its contractors and subcontractors to maintain at all times during any construction activities on the Permit Area insurance as follows: (i) General Liability Insurance with limits not less than \$1,000,000 each occurrence Combined Single Limit for Bodily Injury and Property Damage, including coverages for Contractual Liability, Personal Injury, Independent Contractors, Explosion, Collapse and Underground (XCU), Broadform Property Damage, Products Liability and Completed Operations; (ii) Automobile Liability Insurance with limits not less than \$1,000,000 each occurrence Combined Single Limit for Bodily Injury and Property Damage, including coverages for owned, non-owned and hired automobiles, as applicable and (iii) Workers' Compensation Insurance with Employer's Liability Coverage with limits of not less than \$1,000,000 each

accident. In lieu of the foregoing insurance, Permittee can elect to self-insure by providing City adequate evidence of its self-insurance program. If Permittee elects to self-insure, Permittee shall give SFPUC written notice of any significant change in or the depletion of its self-insurance fund.

- (b) All liability policies required hereunder shall provide for the following: (i) name as additional insureds the City and County of San Francisco, its Public Utilities Commission and Water Supply & Treatment Division, and its officers, agents and employees; (ii) specify that such policies are primary insurance to any other insurance available to the additional insureds, with respect to any claims arising out of this Permit and that insurance applies separately to each insured against whom claim is made or suit is brought, and (iii) include a waiver of subrogation endorsement or provision wherein the insurer acknowledges acceptance of Permittee's waiver of claims against City. Such policies shall also provide for severability of interests and that an act or omission of one of the named insureds which would void or otherwise reduce coverage shall not reduce or void the coverage as to any insured, and shall afford coverage for all claims based on acts, omissions, injury or damage which occurred or arose (or the onset of which occurred or arose) in whole or in part during the policy period.
- (c) All policies shall be endorsed to provide thirty (30) days prior written notice of cancellation, non-renewal or reduction in coverage to City.
- (d) Prior to the commencement date of this Permit, Permittee shall deliver to City certificates of insurance in form and with insurers satisfactory to City, evidencing the coverages required hereunder, together with complete copies of the policies at City's request. The relevant permit number must be shown on the certificate. In the event Permittee shall fail to procure such insurance, or to deliver such policies or certificates, City may procure, at its option, the same for the account of Permittee, and the cost thereof shall be paid to City within five (5) days after delivery to Permittee of bills therefore.
- (e) Should any of the required insurance be provided under a form of coverage that includes a general annual aggregate limit or provides that claims investigation or legal defense costs be included in such general annual aggregate limit, such general aggregate limit shall double the occurrence or claims limits specified above.
- (f) Should any of the required insurance be provided under a claims made form, Permittee shall maintain such coverage continuously throughout the term of this Permit and, without lapse, for a period of three (3) years beyond the Permit expiration, to the effect that, should any occurrences during the

Permit term give rise to claims made after expiration of the Permit, such claims shall be covered by such claims-made policies.

- Upon City's request, Permittee and City shall periodically review the limits and types of insurance carried pursuant to this Section. If the general commercial practice in the City and County of San Francisco is to carry liability insurance in an amount or coverage materially greater than the amount or coverage then being carried by Permittee for risks comparable to those associated with the Permit Area, then City in its sole discretion may require Permittee to increase the amounts or coverage carried by Permittee hereunder to conform to such general commercial practice.
- (h) Permittee's compliance with the provisions of this Section shall in no way relieve or decrease Permittee's indemnification obligations under this Permit or any of Permittee's other obligations hereunder. Notwithstanding anything to the contrary in this Permit, this Permit shall terminate immediately, without notice to Permittee, upon the lapse of any required insurance coverage. Permittee shall be responsible, at its expense, for separately insuring Permittee's personal property.
- 9. Compliance with Laws. Permittee shall, at its expense, conduct and cause to be conducted all activities on the Permit Area allowed hereunder in a safe and reasonable manner and in compliance with all Laws of any governmental or other regulatory entity (including, without limitation, the Americans with Disabilities Act) and all covenants, restrictions and provisions of record, whether presently in effect or subsequently adopted and whether or not in the contemplation of the parties. Permittee shall, at its sole expense, procure and maintain in force at all times during its use of the Permit Area any and all business and other licenses or approvals necessary to conduct the activities allowed hereunder. Permittee understands and agrees that City is entering into this Permit in its capacity as a property owner with a proprietary interest in the Permit Area and not as a regulatory agency with police powers. Permittee further understands and agrees that no approval by City for purposes of this Permit shall be deemed to constitute approval of any federal, state, City or other local regulatory authority with jurisdiction, and nothing herein shall limit Permittee's obligation to obtain all such regulatory approvals at Permittee's sole cost.
- 10. Covenant to Maintain Permit Area. In connection with its use hereunder, Permittee shall at all times, at its sole cost, maintain the Permit Area in a good, clean, safe, secure, sanitary and sightly condition, so far as the Permit Area may be affected by Permittee's activities hereunder.
- 11. Monuments. INTENTIONALLY OMITTED.

- Removal or Alteration of Facilities. Without limiting City's rights hereunder, 12. Permittee shall promptly, at City's written request, alter or remove at its sole expense any and all facilities, improvements, plantings or other property installed or placed in, on, under or about the Permit Area by Permittee, as may be necessary to avoid any actual or potential interference with any of City's pipelines, power lines, facilities or other structures now or later constructed, or with the maintenance thereof or with any other operations or land uses by City. In the request, City shall have the right to specify reasonable time limits for completion of the work. If after such written notice Permittee fails to complete the requested work within the prescribed time limits, City shall have the right to perform the requested work and charge Permittee all costs and expenses incurred by City in performing the work. Such amount shall be due and payable upon City's demand. In the event of an emergency City may, at its sole option and without notice, alter, remove or protect at Permittee's sole expense, any and all facilities, improvements, plantings or other property installed or placed in, on, under or about the Permit Area by Permittee except for utility facilities owned by either a private company or a public agency that are necessary for operations after an emergency as determined by City in its sole discretion. The owner of such utility facilities shall, upon written or oral notice by City that an emergency exists, take immediate action at its sole expense to protect, remove or relocate such facilities as required by City to meet the emergency.
- 13. Signs. Permittee shall not place, erect or maintain any sign, advertisement, banner or similar object in, on, or about the Permit Area without SFPUC's prior written consent, which SFPUC may withhold in its sole discretion; provided, however, Permittee may place in the Permit Area a temporary sign of less than thirty (30) days' duration that is necessary for Permittee's construction use and which does not extend below the ground surface without SFPUC's prior written consent.
- 14. Surrender. Upon the expiration of this Permit or within ten (10) days after any sooner revocation or other termination of this Permit, Permittee shall surrender the Permit Area in the same condition as received, and broom clean, free from hazards and clear of all debris. At such time, Permittee shall remove all of its property from the Permit Area and any signs and other structures or improvements permitted hereunder, and shall repair, at its cost, any damage to the Permit Area caused by such removal. Permittee's obligations under this Section shall survive any termination of this Permit.
- 15. Repair of Damage. If any portion of the Permit Area or any property of City located on or about the Permit Area is damaged or threatened by any of the activities conducted by Permittee or anyone acting by or through Permittee hereunder, Permittee shall immediately, at its sole cost, notify City by facsimile of such damage or threat. City may, but shall not be obligated to, remedy such damage or threat at Permittee's sole cost, or City may elect to witness Permittee's repair work. In the event City elects not to remedy such damage or threat, Permittee shall repair any and all such damage and restore the Permit Area or property to its previous

condition subject to City's inspection, review and approval. City has no responsibility or liability of any kind with respect to any utilities that may be on, in or under the Permit Area. Permittee has the sole responsibility to locate such utilities and other existing facilities and protect them from damage. Permittee shall be solely responsible for arranging and paying directly for any utilities or services necessary for its activities hereunder; provided, Permittee shall obtain City's prior written approval to the provision of such services or utilities in, on, under, or through the Permit Area.

- City's Right to Cure Defaults by Permittee. If Permittee fails to perform any of its obligations under this Permit to restore the Permit Area, remove or alter facilities or repair damage, or if Permittee defaults in the performance of any of its other obligations under this Permit, then City may, at its sole option, remedy such failure for Permittee's account and at Permittee's expense by providing Permittee with three (3) days' prior written or oral notice of City's intention to cure such default (except that no such prior notice shall be required in the event of an emergency as determined by City). Such action by City shall not be construed as a waiver of any rights or remedies of City under this Permit, and nothing herein shall imply any duty of City to do any act that Permittee is obligated to perform. Permittee shall pay to City upon demand, all costs, damages, expenses or liabilities incurred by City, including, without limitation, reasonable attorneys', experts' and consultants' fees, in remedying or attempting to remedy such default. Permittee's obligations under this Section shall survive the termination of this Permit.
- 17. No Costs to City. Permittee shall bear all costs or expenses of any kind or nature in connection with its use of the Permit Area, and shall keep the Permit Area free and clear of any liens or claims of lien arising out of or in any way connected with its use of the Permit Area.
- Indemnity. Permittee shall indemnify, defend, reimburse and hold harmless City, 18. its officers, agents, employees and contractors, and each of them, from and against any and all demands, claims, legal or administrative proceedings, losses, costs, penalties, fines, liens, judgments, damages and liabilities of any kind ("Claims"), arising in any manner out of (a) any injury to or death of any person or damage to or destruction of any property occurring in, on or about the Permit Area, or any part thereof, whether the person or property of Permittee, its officers, directors, members, employees, agents, consultants, contractors or subcontractors (collectively, "Agents"), its invitees, guests or business visitors (collectively, "Invitees"), or third persons, relating to any use or activity under this Permit, (b) any failure by Permittee to faithfully observe or perform any of the terms, covenants or conditions of this Permit, (c) the use of the Permit Area or any activities conducted thereon by Permittee, its Agents or Invitees, (d) any release or discharge, or threatened release or discharge, of any Hazardous Material caused or allowed by Permittee, its Agents or Invitees, on, in, under or about the Permit Area, any improvements or into the environment, or (e) any failure by Permittee to faithfully

observe or perform any terms, covenants or conditions of the Recorded Documents to the extent that such terms, covenants or conditions relate to or are triggered by the work to be performed or the facilities to be installed pursuant to this Permit; except solely to the extent of Claims resulting directly from the gross negligence or willful misconduct of City or City's authorized representatives. In addition to Permittee's obligation to indemnify City, Permittee specifically acknowledges and agrees that it has an immediate and independent obligation to defend the City from any claim that actually or potentially falls within this indemnity provision even if such allegation is or may be groundless, fraudulent or false, which obligation arises at the time such claim is tendered to Permittee by City and continues at all times thereafter. The foregoing indemnity shall include, without limitation, reasonable attorneys', experts' and consultants' fees and costs, investigation and remediation costs and all other reasonable costs and expenses incurred by the indemnified parties, including, without limitation, damages for decrease in the value of the Permit Area and claims for damages or decreases in the value of adjoining property. Permittee's obligations under this Section shall survive the expiration or other termination of this Permit.

19. Waiver of Claims.

- (a) Neither City nor any of its commissions, departments, boards, officers, agents or employees shall be liable for any damage to the property of Permittee, its officers, agents, employees, contractors or subcontractors, or their employees, or for any bodily injury or death to such persons, resulting or arising from the condition of the Permit Area or its use by Permittee.
- (b) Permittee acknowledges that this Permit is freely revocable by City and in view of such fact, Permittee expressly assumes the risk of making any expenditures in connection with this Permit, even if such expenditures are substantial. Without limiting any indemnification obligations of Permittee or other waivers contained in this Permit and as a material part of the consideration for this Permit, Permittee fully RELEASES, WAIVES AND DISCHARGES forever any and all claims, demands, rights, and causes of action against, and covenants not to sue, City, its departments, commissions, officers, directors and employees, and all persons acting by, through or under each of them, under any present or future laws, statutes, or regulations, including, but not limited to, any claim for inverse condemnation or the payment of just compensation under law or equity, in the event that City exercises its right to revoke or terminate this Permit.
- (c) Permittee acknowledges that it will not be a displaced person at the time this Permit is terminated or revoked or expires by its own terms, and Permittee fully RELEASES, WAIVES AND DISCHARGES forever any and all claims, demands, rights, and causes of action against, and covenants not to sue, City, its departments, commissions, officers, directors and employees, and

all persons acting by, through or under each of them, under any present or future laws, statutes, or regulations, including, without limitation, any and all claims for relocation benefits or assistance from City under federal and state relocation assistance laws.

- Permittee expressly acknowledges and agrees that the fees payable (d) hereunder do not take into account any potential liability of City for any consequential or incidental damages including, but not limited to, lost profits arising out of disruption to the facilities or Permittee's uses hereunder. City would not be willing to give this Permit in the absence of a waiver of liability for consequential or incidental damages due to the acts or omissions of City or its Agents, and Permittee expressly assumes the risk with respect thereto. Accordingly, without limiting any indemnification obligations of Permittee or other waivers contained in this Permit and as a material part of the consideration for this Permit, Permittee fully RELEASES, WAIVES AND DISCHARGES forever any and all claims, demands, rights, and causes of action against for consequential and incidental damages (including without limitation, lost profits), and covenants not to sue for such damages, City, its departments, commissions, officers, directors and employees, and all persons acting by, through or under each of them, arising out of this Permit ____ or the uses authorized hereunder, including, without limitation, any interference with uses conducted by Permittee pursuant to this Permit, regardless of the cause, and whether or not due to the negligence of City or its Agents, except for the gross negligence and willful misconduct of City or its Agent.
- (e) As part of Permittee's agreement to accept the Permit Area in its "As Is" condition as provided below, and without limiting such agreement, Permittee on behalf of itself and its successors and assigns, waives its right to recover from, and forever releases and discharges, City and its Agents, and their respective heirs, successors, administrators, personal representatives and assigns, from any and all Claims, whether direct or indirect, known or unknown, foreseen and unforeseen, that may arise on account of or in any way be connected with the physical or environmental condition of the Permit Area and any related improvements or any law or regulation applicable thereto or the suitability of the Permit Area for Permittee's intended use.
- (f) In connection with the foregoing releases, Permittee acknowledges that it is familiar with Section 1542 of the California Civil Code, which reads:

A general release does not extend to claims which the creditor does not know or suspect to exist in his favor at the time of executing the release, which if known by him must have materially affected his settlement with the debtor.

Permittee acknowledges that the releases contained herein include all known and unknown, disclosed and undisclosed, and anticipated and unanticipated claims. Permittee realizes and acknowledges that it has agreed upon this Permit in light of this realization and, being fully aware of this situation, it nevertheless intends to waive the benefit of Civil Code Section 1542, or any statute or other similar law now or later in effect. The releases contained herein shall survive any termination of this Permit.

- 20. As Is Condition of Permit Area; Disclaimer of Representations. Permittee accepts the Permit Area in its "AS IS" condition, without representation or warranty of any kind by City, its officers, agents or employees, and subject to all applicable laws, rules and ordinances governing the use of the Permit Area. Without limiting the foregoing, this Permit is made subject to any and all existing and future covenants, conditions, restrictions, easements, encumbrances and other title matters affecting the Permit Area, whether foreseen or unforeseen, and whether such matters are of record or would be disclosed by an accurate inspection or survey.
- 21. No Assignment. This Permit is personal to Permittee and shall not be assigned, conveyed or otherwise transferred by Permittee under any circumstances. Any attempt to assign, convey or otherwise transfer this Permit shall be null and void and cause the immediate termination and revocation of this Permit.
- 22. <u>Cessation of Use</u>. Permittee will not terminate its activities on the Permit Area pursuant hereto without prior written notice to City.
- 23. No Joint Ventures or Partnership; No Authorization. This Permit does not create a partnership or joint venture between City and Permittee as to any activity conducted by Permittee on, in or relating to the Permit Area. Permittee is not a state actor with respect to any activity conducted by Permittee on, in, under or around the Permit Area. The giving of this Permit by City does not constitute authorization or approval by City of any activity conducted by Permittee on, in, around or relating to the Permit Area.
- 24. MacBride Principles Northern Ireland. The City and County of San Francisco urges companies doing business in Northern Ireland to move toward resolving employment inequities and encourages them to abide by the MacBride Principles as expressed in San Francisco Administrative Code Section 12F.1, et seq. The City and County of San Francisco also urges San Francisco companies to do business with corporations that abide by the MacBride Principles. Permittee acknowledges that it has read and understands the above statement of the City and County of San Francisco concerning doing business in Northern Ireland.

25. Non-Discrimination in City Contracts

- Covenant Not to Discriminate. In the performance of this Permit, Permittee covenants and agrees not to discriminate of the basis of fact or perception of a person's race, color, creed, religion, national origin, ancestry, age, sex, sexual orientation, gender indentity, domestic partner status, marital status, height, weight, disability or Acquired Immune Deficiency Syndrome or HIV status (AIDS/HIV status) against any employee of, any City employee working with, or applicant for employment with Permittee, in any of Permittee's operations, privileges, services, or membership in all business, social, or other establishments or organizations operated by Permittee.
- (b) Other Subcontracts. Permittee shall include in all subcontracts relating to the Permit Area a non-discrimination clause applicable to such subcontractor in substantially the form of subsection (a) above. In addition, Permittee shall incorporate by reference in all subcontracts the provisions of Sections 12B.2(a), 12B.2(c)-(k), and 12C.3 of the San Francisco Administrative Code and shall require all subcontractor to comply with such provisions. Permittee's failure to comply with the obligations in this subsection shall constitute a material breach of this Permit.
- Non-Discrimination in Benefits. Permittees does not as of the date of this Permit and will not during the Term, in any of its operations in San Francisco or where the work is being performed for the City or elsewhere within the United States, discriminate in the provisions of bereavement leave, family medical leave, health benefits, membership or membership discounts, moving expenses, pension and retirement benefits or travel benefits, as well as benefits other than the benefits specified above, between employees with domestic partners and employees with spouses, and/or between the domestic partners and spouses of such employees, where the domestic partnership has been registered with a governmental entity pursuant to state or local law authorizing such registration, subject to the condition set forth in Section 12B.2(b) of the San Francisco Administrative Code.
- Incorporation of Administrative Code Provisions by Reference. The Provisions of Chapter 12B and 12C of the San Francisco Administrative Code relating to non-discrimination by parties contracting for the Permit of City property are incorporated in this Section by references and made part of this Agreement as through fully set forth herein. Permittee shall comply fully with and be bound by all the provisions that apply to this Permit under such Chapters of the Administrative Code, a penalty of \$50 for each person for each calendar day during which such person was discriminated against in violation of the provisions of this Permit may be assessed against Permittee and/or deducted from any payments due Permittee.

- Requiring Health Benefits for Covered Employees. To the extent applicable and unless exempt or preempted by other law, Permittee agrees to comply fully with and be bound by all of the provisions of the Health Care Accountability Ordinance (HCAO) as set forth in San Francisco Administrative Code Chapter 12Q (Chapter 12Q), including the implementing regulations, as the same may be amended or updated from time to time. The provisions of Chapter 12Q are incorporated herein by reference and made a part of this Permit as though fully set forth herein. The text of the HCAO is currently available on the web at www.ci.sf.ca.us\HCAO. Capitalized terms used in this Section and not defined in this Permit shall have the meanings assigned to such terms in Chapter 12Q.
 - (a) For each Covered Employee, Permittee shall provide the applicable health benefit set forth in Section 12Q.3 of the HCAO. If tenant chooses to offer the health plan option, such health plan shall meet the minimum standards set forth by the San Francisco Health Commission.
 - (b) Notwithstanding the above, if Permittee meets the requirements of a "small business" as described in Section 12Q.3(d) of the HCAO, it shall have no obligation to comply with part (a) above.
 - c) Permittee's failure to comply with any applicable requirements of the HCAO shall constitute a material breach by Permittee of this Permit and City's remedies shall be those set forth in the HCAO. If, within 30 days after receiving City's written notice of a breach of this Permit for violating the HCAO, Permittee fails to cure such breach or, if such breach cannot reasonably be cured within such 30-day period, Permittee fails to commence efforts to cure within such period, or thereafter fails diligently to pursue such cure to completion, City shall have the remedies set forth in Section 12Q.5 (f)(1-5). Each of these remedies shall be exercisable individually or in combination with any other rights or remedies available to City.
 - (d) Any Subcontract or Contract regarding services to be performed on the Premises entered into by Permittee shall require the Subtenant or Contractor and Sub-Contractors, as applicable, to comply with the requirements of the HCAO and shall contain contractual obligations substantially the same as those set forth in this Section. Permittee shall notify the Purchasing Department when it enters into such a Subcontract or Contract and shall certify to the Purchasing Department that it has notified the Subcontractor or Contractor of the obligations under the HCAO and has imposed the requirements of the HCAO on the Subcontractor or Contractor through written agreement with such Subcontractor or Contractor. Permittee shall be responsible for ensuring compliance with the HCAO by each Subtenant, Contractor or Subcontractor performing services on the Premises. If any Subtenant, Contractor or Subcontractor fails to comply,

City may pursue the remedies set forth in this Section against Permittee based on the Contractor's or Subcontractor's failure to comply, provided that the Contracting Department has first provided Permittee with notice and an opportunity to cure the violation

- (e) Permittee shall not discharge, reprimand, penalize, reduce the compensation of, or otherwise discriminate against, any employee for notifying City of any issue relating to the HCAO, for opposing any practice proscribed by the HCAO, for participating in any proceedings related to the HCAO, or for seeking to assert or enforce any rights under the HCAO by any lawful means.
- (f) Permittee represents and warrants that it is not an entity that was set up, or is being used, for the purpose of evading the requirements of the HCAO.
- (g) Permittee shall keep itself informed of the requirements of the HCAO, as they may change from time to time.
- (h) Upon request, Permittee shall provide reports to City in accordance with any reporting standards promulgated by City under the HCAO, including reports.
 on Contractors, and Subcontractors.
- (i) Within five (5) business days after any request by City, Permittee shall provide City with access to pertinent records relating to any Permittee's compliance with the HCAO. In addition, City and its agents may conduct random audits of Permittee at any time during the term of this Permit. Permittee agrees to cooperate with City in connection with any such audit.
- Notification of Limitations on Contributions. San Francisco Campaign and 27. Governmental Conduct Code (the "Conduct Code") Section 3.700 et. seq., and San Francisco Ethics Commission Requiations 3.710(a)-1 - 3.730-1, prohibit the public officials who approved this contract from receiving 1) gifts, honoraria, emoluments or pecuniary benefits of a value in excess of \$50; 2) any employment for compensation; or 3) any campaign contributions for any elective office for a period of up to six years from individuals and entities who are "public benefit recipients" of the contract. Public benefit recipients of the contract are: 1) the individual corporation, firm, partnership, association, or other person or entity that is a party to the contract; 2) an individual or entity that has a direct 10% equity, or direct 10% participation, or direct 10% revenue interest in that party at the time the public benefits is awarded; or 3) an individual who is a trustee, director, partner or officer of the contracting party at the time the public benefit is awarded. Tenant understands that any public official who approved this Lease may not accept campaign contributions, gifts, or future employment from Tenant except as provided under the

Conduct Code. Tenant agrees to notify any other individuals or entities that may be deemed "public benefit recipients" under the Conduct Code because of this Lease. Upon request, Tenant agrees to furnish, before this Lease is entered into, such official's compliance with the Conduct Code. Upon request, the City agrees to provide, before this Lease is entered into, Tenant with a list of public officials who, under the Conduct Code, approved this Lease. Failure of any public official who approved this Lease to abide by the Conduct Code shall not constitute a breach by either the City or Tenant of this Lease. Notwithstanding anything to the contrary in this Lease, neither party shall have the right terminate this Lease due to ay failure by the other party to provide the information described in this paragraph.

28. <u>Tropical Hardwoods and Virgin Redwood</u>. The City and County of San Francisco urges companies not to import, purchase, obtain or use for any purpose, any tropical hardwood, tropical hardwood product, virgin redwood, or virgin redwood product.

29. Taxes, Assessments, Licenses, Permit Fees and Liens.

- (a) Permittee recognizes and understands that this Permit may create a possessory interest subject to property taxation and that Permittee may be subject to the payment of property taxes levied on such interest. Permittee further recognizes and understands that any transfer or assignment permitted under this Permit and any exercise of any option to renew or extend this Permit may constitute a change in ownership for purposes of property taxation and therefore may result in a revaluation of any possessory interest created hereunder.
- i.Permittee agrees to pay taxes of any kind, including, but not limited to, possessory interest taxes, that may be lawfully assessed on the interest hereby created and to pay all other taxes, excises, licenses, permit charges and assessments based on Permittee's usage of the Permit Area that may be imposed upon Permittee by law, all of which shall be paid when the same become due and payable and before delinquency.
- ii.Permittee agrees not to allow or suffer a lien for any such taxes or charges to be imposed upon the Permit Area or upon any equipment or property located thereon without promptly discharging the same, provided that Permittee, if so desiring, may have reasonable opportunity to contest the validity of the same by paying under protest or posting adequate (in City's sole discretion) security during any such contest.
- 30. <u>Notices</u>. Except as otherwise expressly provided herein, any notices given under this Permit shall be effective only if in writing and given by delivering the notice in

person, by sending it first class mail or certified mail with a return receipt requested, or nationally-recognized overnight courier that guarantees next day delivery and provides a receipt therefore, with postage prepaid, addressed as follows (or such alternative address as may be provided in writing):

City or SFPUC:

X 8 14 41 4 1

San Francisco Public Utilities Commission

Water Supply & Treatment Division

1000 El Camino Real

P.O. Box 730 Millbrae, CA 94030

Attn: Land Engineering Manager

Fax No: (650) 872-5941

Permittee:

City of Milpitas

465 East Calaveras Blvd. Milpitas, CA 95035

Notices herein shall be deemed given two (2) days after the date when they shall have been mailed if sent by first class, certified or overnight courier, or upon the date personal delivery is made.

- 31. No Tobacco Advertising. Permittee acknowledges and agrees that no advertising of cigarettes or tobacco products is allowed on any real property owned by or under the control of the City, including the property which is the subject of this Permit. This prohibition includes the placement of the name of a company producing, selling or distributing cigarettes or tobacco products or the name of any cigarette or tobacco product in any promotion of any event or product. This prohibition does not apply to any advertisement sponsored by a state, local or nonprofit entity designed to communicate the health hazards of cigarettes and tobacco products or to encourage people not to smoke or to stop smoking.
- Pesticide Prohibition. Permittee shall comply with the provisions of Section 39.9 of Chapter 39 of the San Francisco Administrative Code (the "Pesticide Ordinance") which (i) prohibit the use of certain pesticides on City property, (ii) require the posting of certain notices and the maintenance of certain records regarding pesticide usage, and (iii) require Permittee to submit to the PUC an integrated pest management ("IPM") plan that (a) lists, to the extent reasonably possible, the types and estimated quantities of pesticides that Permittee may need to apply to the Permit Area during the term of this Permit, (b) describes the steps Permittee will take to meet the City's IPM Policy described in Section 39.1 of the Pesticide Ordinance, and (c) identifies, by name, title, address and telephone number, an individual to act as the Permittee's primary IPM contact person with the City. In addition, Permittee shall comply with the requirements of Sections 39.4(a) and

- 39.4(b) of the Pesticide Ordinance as of January 1, 1999 and January 1, 2000, respectively.
- 33. Conflict of Interest. Permittee states that it is familiar with the provisions of Section 15.103 and C8.105 of the San Francisco Charter, and Section 87100 et seq. of the Government Code of the State of California, and certifies that it knows of no facts which would constitute a violation of such provisions. Permittee further certifies that it has made a complete disclosure to the City of all facts bearing on any possible interests, direct or indirect, which Permittee believes any officer or employee of the City presently has or will have in this Permit or in the performance thereof. Willful failure by Permittee to make such disclosure shall constitute grounds for the City's termination and cancellation of this Permit.
- 34. <u>Disclosure.</u> Permittee understands and agrees that under the City's Sunshine Ordinance (S.F. Administrative Code Chapter 67) and the State Public Records Law (Gov't. Code Section 6250 et seq.), apply to this Permit and any and all records, information, and materials submitted to the City in connection with this Permit. Accordingly, any and all such records, information, and materials may be subject to public disclosure in accordance with the City's Sunshine Ordinance and the State Public Records Law. Permittee hereby authorizes the City to disclose any records, information and materials submitted to the City in connection with this Permit.
- 35. Prohibited Contributions to City. Permittee acknowledges that no person who contracts with City for the rendition of personal services, or the furnishing of any material, supplies or equipment to City, or for selling any land or building to the City, or for the leasing of any land to and from the City, whenever such transaction would require approval by a City elected officer, or the board on which that City elective officer serves, shall make any contribution to such an officer, or candidate for such an office, or committee controlled by such officer of candidate at anytime between commencement of negotiations and either the completion of, or the termination of, negotiations for such contract.
- 36. General Provisions. (a) This Permit may be amended or modified only by a writing signed by City and Permittee. (b) No waiver by any party of any of the provisions of this Permit shall be effective unless in writing and signed by an officer or other authorized representative, and only to the extent expressly provided in such written waiver. No wavier shall be deemed a subsequent or continuing waiver of the same, or any other, provision of this Permit. (c) Except as expressly provided to the contrary, all approvals, consents and determinations to be made by City hereunder may be made in the sole and absolute discretion of City. (d) This instrument (including the exhibit(s) hereto) contains the entire agreement between the parties and all prior written or oral negotiations, discussions, understandings and agreements are merged herein. (e) The section and other headings of this Permit are for convenience of reference only and shall be disregarded in the interpretation

of this Permit. (f) Time is of the essence in all matters relating to this Permit. (g) This Permit shall be governed by California law and City's Charter. (h) If either party commences an action against the other or a dispute arises under this Permit, the prevailing party shall be entitled to recover from the other reasonable attorneys' fees and costs. For purposes hereof and for purposes of the indemnifications set forth herein, reasonable attorneys' fees of City shall be based on the fees regularly charged by private attorneys in San Francisco with comparable experience notwithstanding the City's use of its own attorneys. (i) If Permittee consists of more than one person then the obligations of each person shall be joint and several. (j) Permittee may not record this Permit or any memorandum hereof. (k) Subject to the prohibition against assignments or other transfers by Permittee hereunder, this Permit shall be binding upon and inure to the benefit of the parties and their respective heirs, representatives, successors and assigns. (I) Any sale or conveyance of the property burdened by this Permit by City shall automatically revoke this Permit. (m) Notwithstanding anything to the contrary contained in this Permit, Permittee acknowledges and agrees that no officer or employee of City has authority to commit City to this Permit unless and until a resolution of City's PUC shall have been duly adopted approving this Permit and authorizing the transaction contemplated hereby. Therefore, any obligations or liabilities of City hereunder are contingent upon enactment of such a resolution, and this Permit shall be null and void if City's PUC does not approve this Permit, in its sole discretion.

PERMITTEE REPRESENTS AND WARRANTS TO CITY THAT IT HAS READ AND

UNDERSTANDS THE CONTENTS OF THIS PERMIT, HAS HAD AN OPPORTUNITY TO REVIEW AND DISCUSS IT WITH COUNSEL OF ITS CHOOSING, AND AGREES TO COMPLY WITH AND BE BOUND BY ALL OF ITS PROVISIONS.

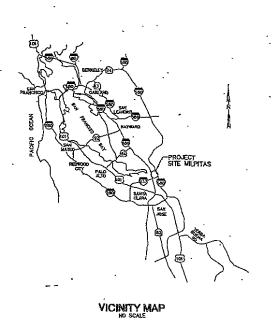
	CITY OF MILPITAS a municipal corporation				
	By;				
	Name:				
	Its:				
	CITY: CITY AND COUNTY OF SAN FRANCISCO, a municipal corporation				
	General Manager Public Utilities Commission				
	Date:				
APPROVED AS TO FORM: DENNIS J. HERRERA City Attorney By: Deputy City Attorney					
Authorized by Public Utilities Commission					
Resolution No. <u>95-0225</u>	···				
Adopted <u>December 19, 1995</u>					
Attest: Secretary Public Utilities Commissio	- n				

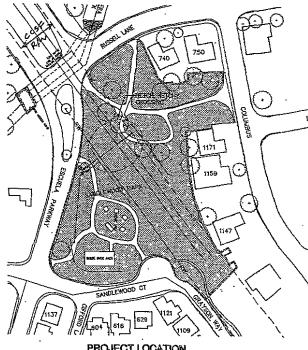
EXHIBIT A

DESCRIPTION OF PERMIT AREA

All that certain real property located in Santa Clara County, California, described as follows:

A portion of Parcel #105A and 106B, BDPL #3 & #4 R/W, according to SFPUC records and as shown on Drawing No. SF-G-1992-2 and SF-G-1992-4 attached hereto as Exhibit A-1 and made a part hereof.





PROJECT LOCATION

SOUTH BAY WATER RECYCLING PROGRAM

PLANS

FOR THE CONSTRUCTION OF IRRIGATION RETROFIT SERVICES FOR SANDLEWOOD PARK

> KENNEDYJJENKS CONSULTANTS PALO ALTO, CALIFORNIA

> > 2003

GEN-1992-04

SF-9-1992-1

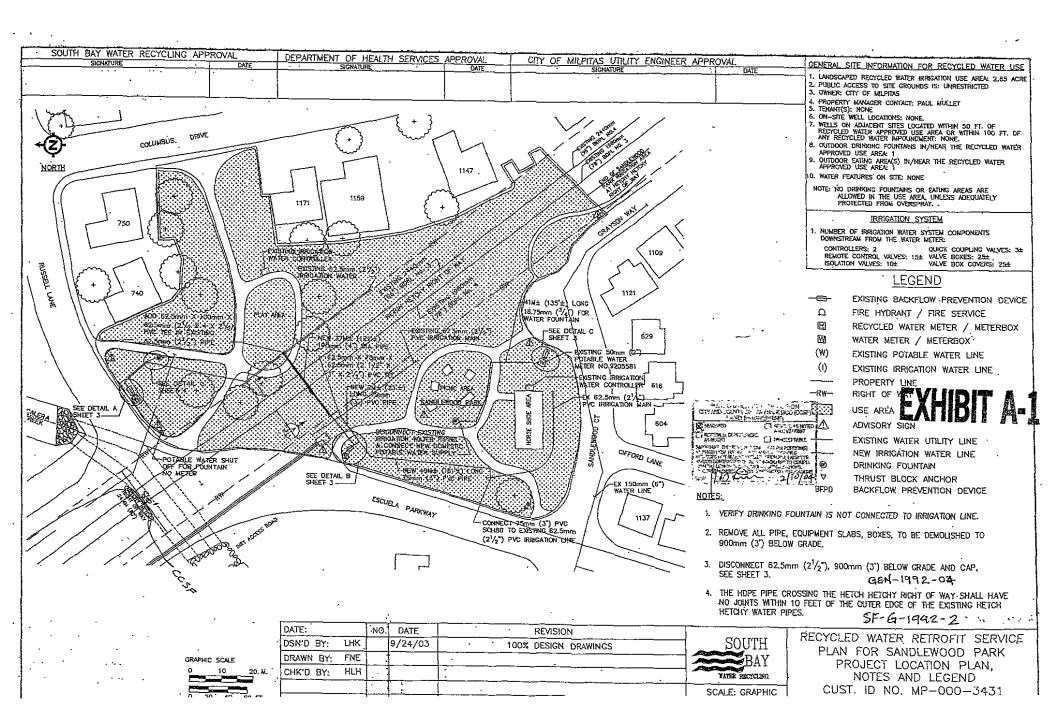


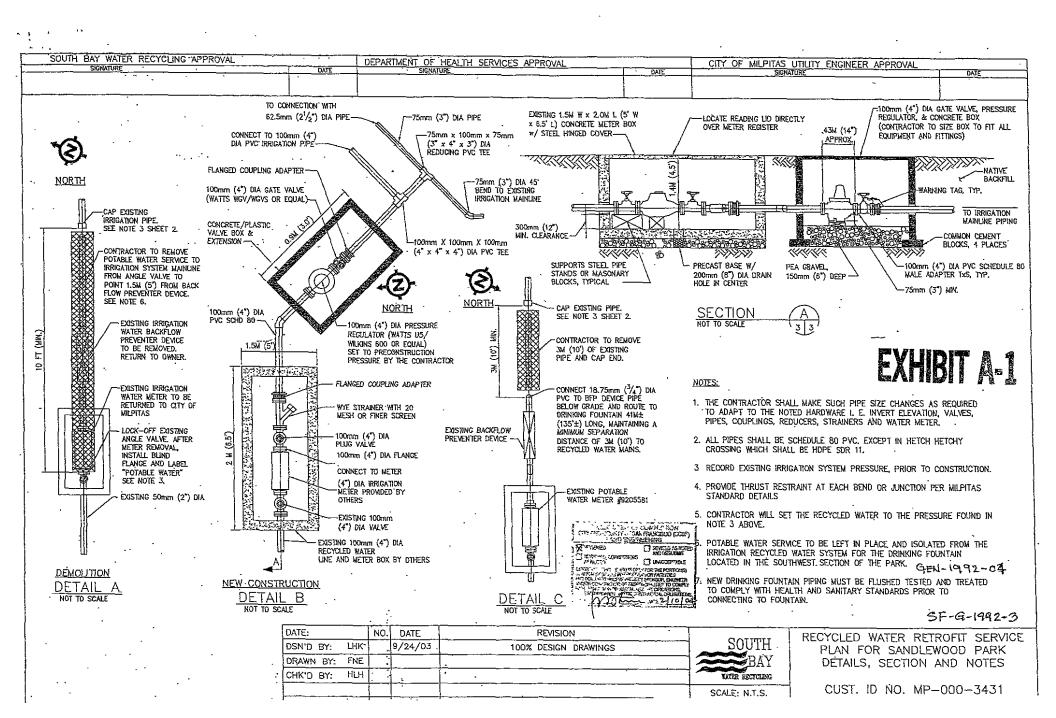
PROBET YOUNTY MAP, LOCATION AND MOEX TO DRAWNESS PROBECT LOCATION PLAN, MOTES AND LEGEND DETAILS, SECTION AND NOTES DETAIL, SOUTHONS AND NOTES DETAIL, NOTES DETAILS, TOTALS

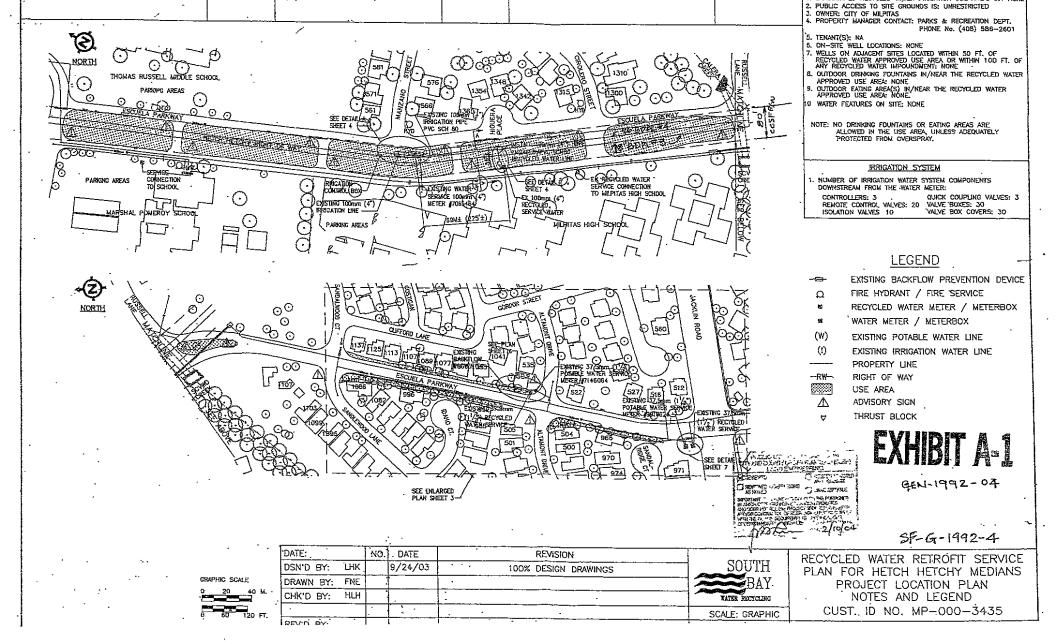


DATE:	NO: DATE	REVISION	
DSN'D BY: LHK	9/24/03	100% DESIGN DRAWINGS .	SOUTH
DRAWN BY: FNE.			BAY
CHK'D BY: HLH			TATER RECTAINS
			SCALE: N.T.S.
REV'D 'RY:	l 1:		

RECYCLED WATER RETROFIT SERVICE PLAN FOR SANDLEWOOD PARK PROJECT VICINITY MAP, LOCATION AND INDEX TO DRAWINGS CUST. ID NO. MP-000-3431







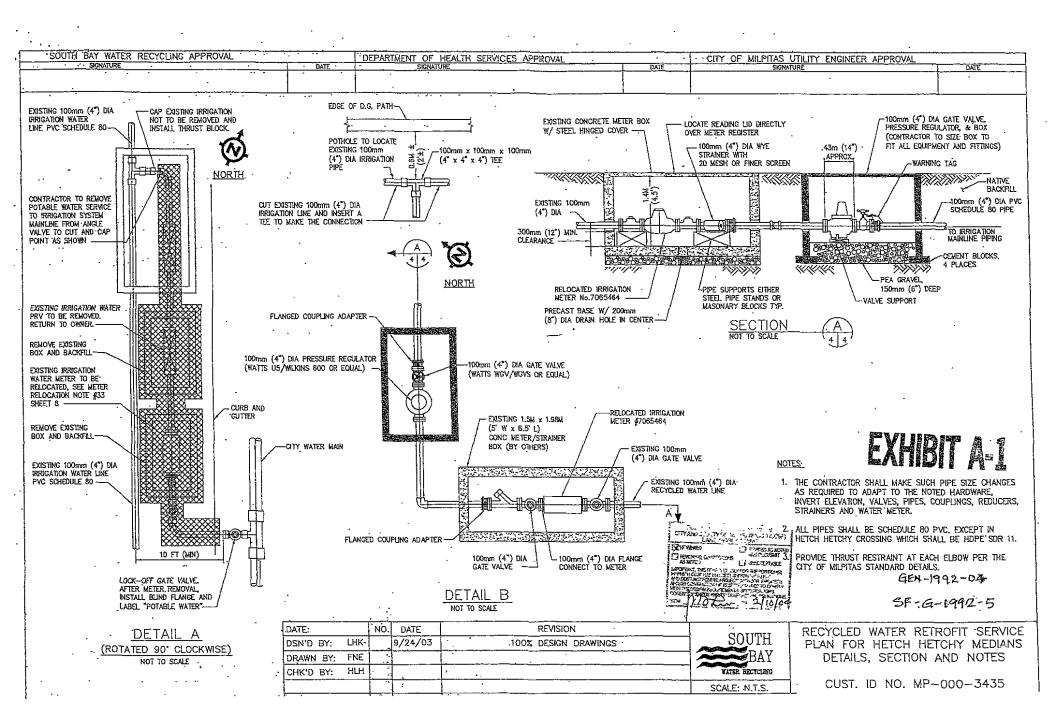
CITY OF MILPITAS UTILITY ENGINEER APPROVAL

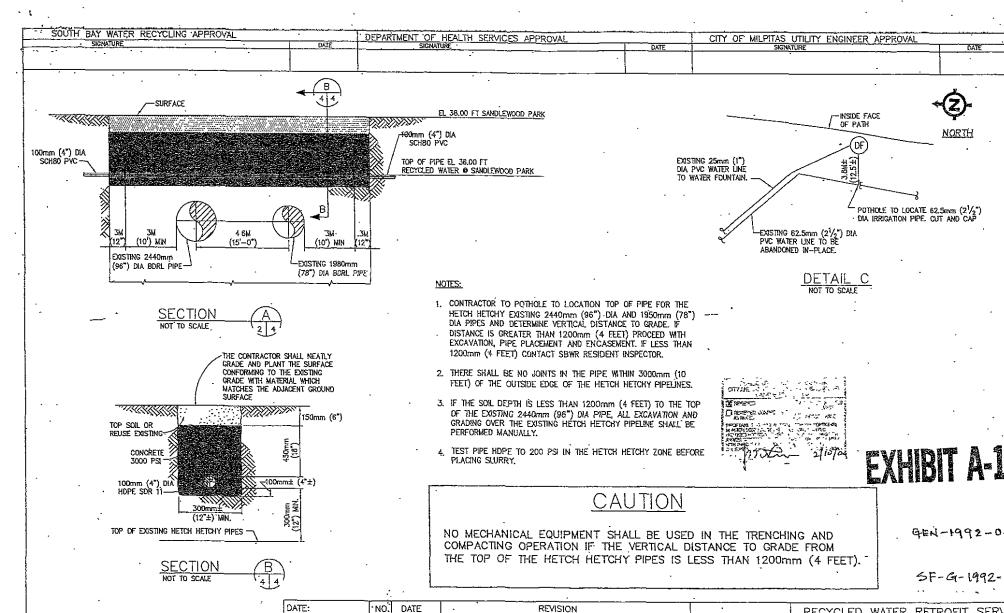
GENERAL SITE INFORMATION FOR RECYCLED WATER USE

1. LANDSCAPED RECYCLED WATER IRRIGATION USE AREA: 3.1 ACRE

DEPARTMENT OF HEALTH SERVICES APPROVAL

SOUTH BAY WATER RECYCLING APPROVAL





LHK

HLH

9/24/03

100% DESIGN DRAWINGS

DSN'D BY:

DRAWN BY:

CHK'D BY:

RECYCLED WATER RETROFIT SERVICE PLAN FOR SANDLEWOOD PARK DETAIL, SECTIONS AND NOTES

SOUTH

SCALE: N.T.S.

9-N-1992-04

SF-G-1992-6

DATE

CUST. ID NO. MP-000-3431

	ROVAL	1 2	DEPARTMENT OF HEALTH SERVICE	ES APPROVAL		CITY OF MILPITAS UTILITY ENGINEER APPROVAL		-
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RECYCLED WATER RETROFIT NOTES FOR ON-SITE IRRIGATION SYSTEMS IN THE CITY OF MILPITAS:

- ALL WORK SHALL CONFORM TO EXISTING REGULATIONS INCLIDING BUT NOT LIMITED TO SOUTH BAY WATER RECYCLING RULES AND REGULATIONS, DEPARTMENT OF HEALTH SERVICES REGULATIONS, AND UPG.
- CHANGES MADE TO THE APPROVED IRRIGATION PLANS SHALL BE SUBMITTED TO SSMR AND THE CITY FOR REVIEW AND APPROVAL AT LEAST 2 WEEKS PRIOR TO INSTALLATION.
- CONTRACTOR SHALL OSTAIN ALL NEGESSARY ENCROACEMENT PERMITS FOR THIS WORK FROM AFFECTED AGENCIES, INCLIDANG THE CITY OF MULTIAS. COPIES OF APPROVALS OR PERMITS FROM OTHER AGENCIES MUST BE SURKITED TO THE CITY OF MULTIAS ENCANCEMENT OF OMISON.
- CONTRACTOR TO COORDINATE WITH PROPERTY MANAGER TO GAIN PERHISSION TO WORK ON PROPERTY, INCLUDING NEIGHBORNIC PROPERTY.
- SEFORE DIĞGINGOLL USA AT 1-800-802-2444 OR 1-800-227-2500, UTILLITY 1.0CATIONS ARE NOT GUARANTEED. THE CONTRACTIOR IS RESPONSIBLE TO COORDINATE WITH USA TO LOCATE UTILLITY CROSSINGS AND TO EXCHANGE WITH CANODIN TO ANCID UTILLITY DAMAGE.
- PRIOR TO TURKING OFF MY WATER METER, CONTRACTOR SHALL NOTIFY THE ACCOUNT HOLDER. ACCOUNT HOLDER HOLDER RECENTATION IS AVAILABLE FROM CITY OF MULTITAS INSPECTOR WITH THESE WORKING AND AND NOTICE, CONTRACTOR AND ACCOUNT HOLDERS WALL, COORDINATE MORPHOLITION CALL, AFFECTED TENANTS.
- 7. TO KEEP LANDSCAPING GREEN, DO NOT SHUT THE SYSTEM DOWN FOR MORE THAN 3 DAYS.
- CONTRACTOR IS RESPONSIBLE TO VERIFY WITH OWNER THAT NO CROSS-CONNECTIONS EXIST AND THE IRRIGATION METER IS CORRECTLY IDENTIFIED.
- 9. PRIOR TO RECEIVING RECYCLED WATER, THE SITE MUST BE PERMITTED BY SBWR. A PERMIT WILL BE GRANTED
 - TER
 INSPECTION BY SBWR HAS BEEN COMPLETED SHOWING CONFORMANCE WITH SBWR RULES AND REGULATIONS;
 A FINAL ON-SITE IMPRECION HAS BEEN CONDUCTED TO CONFIRM THAT ALL REQUIREMENTS HAVE BEEN MET;
 SITE HAS PASSED REQUIRED CROSS-CONNECTION TEST; CONTRACTOR NUTS CONDUCT THE TEST, WHICH
 MUST BE PERFORMED BY A CERTIFIED AWAY CROSS-CONNECTION SPECIALIST HAVE BY THE CONTRACTOR
 CONTRACTOR TO COORDINATE TEST WITH LA LAFFECTED PATIES INCLUDIOS SBWR, OWNER, AND TENANTS,
 CONTRACTOR SHALL HAVE ALL CONNECTIONS AND PROVIDE ALL WAITER RECESSARY FOR THE TEST, ANY
 REPEAT CROSS-CONNECTION TESTS MUST BE CONDUCTED BY CONTRACTOR. REPEAT CROSS-CONNECTION TESTS MUST BE CONDUCTED BY CONTRACTOR.

THE OWNER'S OR TENANT'S REPRESENTATIVE MUST ALSO COMPLETE A SITE SUPERVISOR TRAINING CLASS OFFERED BY SOWN IN POCIET TO PROCEDULE A PERMANENT PERMIT. IN THE INTERIM BETWEEN CONNECTION AND TRAINING, THE TENANT OF THE TRAINING THE TENANT OF THE TRAINING THE TENANT OF TH

CONTACT THE SEWR SENIOR ENGINEER AT (408) 945-5300 FOR FURTHER INFORMATION

- 10. CONTRACTOR SHALL ISSUE CROSS-CONNECTION TEST NOTIFICATION FORM TO CITY AND SEWR AT LEAST 98 HOURS PRIOR TO THE CROSS-CONNECTION TEST. A COPY OF ALL CROSS-CONNECTION TEST RESULTS MUST BE SUBMITTED TO THE SEWREAUD CITY OF MENTAS IMPRECIOUS.
- 11. ON-SITE POTABLE AND INFROATION SYSTEMS ARE REQUIRED TO BE SEPARATE. IF CROSS-CONNECTIONS ARE FOUND TO EAST, IMMEDIATELY HALT ALL WORK AND CONTACT THE SISTEM SENOR EXISTER AT (409) 945-5300 FOR CORRECTIVE ACTIONS. ANY CORRECTIVE MEASURES MUST BE COMPLETED BY THE CONNECT.
- 12. NO CROSS-CONNECTIONS BETWEEN THE POTABLE AND RECYCLED WATER SYSTEMS ARE PERMITTED.
- 13. NOTIFY SEWRINSPECTOR A MINIMUM OF AT LEAST 24 HRS BEFORE WORK BEGINS, SEWR INSPECTOR MUST INSPECT AND/OR VENIEY:

 A PRESENCE OF PROPER BACKFLOW PREVENTION AT ALL POTABLE POINTS OF CONNECTION
 - NEW UNDERGROUND PIPING (LABELING, CLEARANCES, BURKAL DEPTH, SLEEVING, BACKFILL, OF PIPE

 - TREMOTES:

 NEXTAL ATION OF SIGNS, TAGS, AND CONTROLLER DECAYS,

 SITE PASSED REQUIRED CROSS-CONNECTION TEST PERFORMED BY A CERTIFIED AWAYA CROSS-CONNECTION

 PECALASTIC RELOCATION

 COVERAGE TEST

 REGISTION METTER RELOCATION
- 14. POTHOLE TIE-INPOINTS AS THE FIRST OFDER OF WORK. PIPING CONNECTION DETAILS ARE APPROXIMATE. LENGTHS AND TIE-INS SHALL BE FIELD VERIFIED.
- 15. ALL NEWLY INSTALLED ON-SITE BURIED RECYCLED WATER PIPING SHALL BE IDENTIFIED BY ONE OF THE FOLLOWING METHODS:
- FOLLOWING METHODS:

 A USING PURPLE-COLORED PVC PIPE WITH CONTINUOUS WORDING "CAUTION -RECYCLED WATER" PRINTED ON

 USING PURPLE-COLORED TYPE PIPE; PIPE ESHALL BE LAD WITH WORDING FALTING UPPURPLES.

 B. HOTOSTE SIDES OF TYPE PIPE; PIPE ESHALL BE LAD WITH WORDING FALTING UPPURPLES.

 WHITE LET TERMS ON WITH BE MADERIAL BUNCHES TRANSITION TATUTH OF PIPING AND SHALL BE

 ATTACHED TO PIPING WITH PLASTIC TAPE BANDED AROUND THE WARRING TAPE AND THE PIPE EYER'S SEET.

 PLANSITION.

DATE:

- 16. PAC PIPE: CONSTANT-PRESSURE MAINLINE PIPINS 1 1/2 INCHES AND SMALLER SHALL BE SCHEDILE 40; CONSTANT-PRESSURE MAINLINE PIPINS 2 (INCHES AND LARGER SHALL BE CLASS 315. COPPER PIPE SHALL BE TYPE TO:
- 17. PVC PIPE MUST BE PROTECTED FROM SUNLIGHT DURING STORAGE AND CONSTRUCTION.
- 18. ALL ON-SITE RECYCLED WATER PIPING SHALL BE BURIED TO A MINIMUM DEPTH FROM FINISHED GRADE TO TOP
- OF PIPE (MINIMUM COVER) OF:
 A PRESSURIZED LINES 3 INCHES AND LARGER 24 INCHES A PRESSURIZED LINES 3 INCHES AND LARGER 24 INCHES B. PRESSURIZED LINES 2 1/2 INCHES AND SMALLERS INCHES
- 19. ALL RECYCLED WATER PIPING OTHER THAN PVO PIPING WITH SOLVENT WELDED JOINTS SHALL BE PRO AGAINST MOVEMENT WITH THRUST BLOCKS OR RESTRAINED JOINTS OR OTHER APPROVED METHOD.
- 22. WHERE POSSIBLE, MAINTAIN A 10-POOT HORIZONTAL SEPARATION BETWEEN PRESSURIZED RECYCLED WATER IRRIGATION PIPING AND POTABLE WATER PIPING. IN NO CASES IS MORIZONTAL SEPARATION OF LESS THAN 4-FEET ALLOWED BETWEEN BURED RECYCLED AND POTABLE WATER PIPELINES. POTABLE AND RECYCLED WATER PIPELINES SHALL NOT BE INSTALLED IN THE SAME TRENCH.
- 21. AT PIPE CROSSINGS, BURIED PRESSIVIZED RECYCLED WATER RINKIATION PIPING MUST BE 12 MANES BELOW POTABLE WATER LINES. PRESSURED RECYCLED WATER PIPELINES ARE ALLOWED OVER POTABLE WATER PRESLINES WITH A MINIMAN OF 12 INCIDES VERTICAL SEPARATION IF A FULL STANDARD PIPE LEISTIN BE CENTERED OVER THE CROSSING, OR THE RECYCLED WATER PIPELINE IS INSTALLED IN A PIPE SLEEVE WHICH EXTENDS A MINUMUM OF 10 FEET ON FITHER SIDE OF THE POTABLE WATER PIPENG.
- 22. ALL RECYCLED WATER SYSTEM REMOTE CONTROL VALVES, SOLATION VALVES, QUICK-COUPLING VALVES, STRANFERS, AND PRESSURGHEGRALTING VALVES SHALL BE INSTALLED BELOW GRADE IN VALVE BOXES, GREEN, BLACK, OR PURPLE GOLD GREED BOXES AND LIDS ARE ACCEPTABLE. VALVE BOXES SHALL HAVE A WATNING LABEL OR RAMEFLATE PERSAMENTLY MOLDED INTO OR ATTACHED ONTO THE UD WITH RIVETS, SCREWA, OR BOLTS. WANNING LABELS SHALL BE PER INSTALLATION DETAIL—SHEET 4.
- 22. RETROFIT EXISTING QUICK-COUPLING VALVES WITH LOCKING PURPLE RECYCLED WATER CAPS. RELOCATE ALL EXISTING QUICK-COUPLING VALVES ABOVE GROUND INTO UNDERGROUND BOXES. SEE INSTALLATION DETAIL-
- 24. NO HOSE BIBS ARE ALLOWED ON THE RECYCLED WATER IRRIGATION SYSTEM. LOOK FOR AND REMOVE HOSE BIBS IF FOUND.
- 25. ALL EXTERIOR EXISTING HOSE BIBS OR QUICK-COUPLING VALVES SERVED BY POTABLE WATER SYSTEM MUST BE LABELED PER INSTALLATION DETAIL SHEET 4.
- 26. ALL RECYCLED WATER NETTERS, DEVICES, AND VALVES E.G. ISOLATION VALVES, IRRIGATION CONTROLLERS, REMOTE CONTROL VALVES, PRESSURE-REGILLATING VALVES, CUCK-COLPLING VALVES, ETC. ~ SHALL SE TAGGED PER INSTALLATION DETAILS SHEET 4. *
- 27. LASEL ALL EXISTING POTABLE WATER METERS AND ABOVE GROUND POTABLE WATER PIPES/ DEVICES (BACKFLOW PREVENTERS, HOSE BIBS, ETC.) WITH TAGS OR LABELS FEADING: "POTABLE WATER" IN BLACK LETTERS ON BLUE BACKGROUND, PER INSTALLATION DETAILS - SHEET 4.
- 24. ALL RECYCLED WATER IRRIGATION SYSTEMS SHALL HAVE THE FOLLOWING:
 A. A WAYE STRAINER (WITH A 20-MESH OR FINER SCREEN) INSTALLED AS CLOSE AS PRACTICABLE TO THE RECYCLED WATER METER BOX:
 - TRACTILLED WATER MELIES BLUC.

 A PRESSURE REGULATING VALVE INSTALLED IMMEDIATELY DOWNSTREAM OF THE STRAINER (UNLESS OTNERWISE DIRECTED BY SEWIN, SET PRESSURE-REGULATING VALVE AS NEEDED TO OPERATE IRRIGATION SYSTEM.
 - C. THESE COMPONENTS SHALL BE INSTALLED WITH ISOLATION VALVES PER THE PLAN ON SHEET 2.
- POST RECYCLED WATER ADVISORY SIGNS AS SHOWN ON PROPERTY PLAN DRAWING ON SHEET 1. SEE INSTALLATION DETAIL - SHEET 4.
- 30. NO DRINKING FOUNTAINS OR EATING AREAS ARE ALLOWED IN THE APPROVED RECYCLED WATER USE AREA NULSES ADDICATELY PROTECTED FROM OVERSIFIAY. MODEY TRIGATION SYSTEM BY RESIDENCE OF RELOCATION STREET BY RESIDENCE ANY SPRAY AWAY FROM DRINGING FOUNTAINS AND DUITDOOR EATING AREAS INCLUDING TABLES AND SERIOR SERIOR STREET
- 31. DIRECT INJECTION SYSTEMS ARE NOT PERMITTED ON THE RECYCLED WATER PRIGATION SYSTEM. REMOVE IF
- 22. REMOVE EXISTING IRRIGATION BACKSTOW PREVENTION DEVICE NO LONGER TO BE LISED ON SITE AND RETURNS TO OWNER, REMOVE PIPES CONNECTING BACKFLOW PREVENTION DEVICE TO IRRIGATION WATER METER.
 AFTER EXISTING IRRIGATION METER IS RELOCATED, INSTALL BLIND FLANGE AND ATTACH BLIE POTABLE WATER. TAG TO ANGLE VALVE IN EXISTING METER BOX, WHICH SHALL REMAIN IN PLACE.

- 33. REGARDING RELOCATION OF EXISTING IRRIGATION WATER METER:
- A CONTRACTOR SHALL OBTAIN TEMPORARY RECYCLED WATER USE PERMIT PRIOR TO RELOCATION OF EXISTING POTABLE IRRIGATION WATER METER.
- 8. CITY OF MILPITAS PUBLIC WORKS DEPARTMENT MUST BE CONTACTED 24 HRS, PRIOR TO CONTRACTOR
- RELOCATING IRRIGATION METER. MILPITAS INSPECTOR MUST BE PRESENT DURING METER RELOCATION; ON THE DATE OF METER RELOCATION, CONTRACTOR SHALL PROVIDE RECORDS TO MILPITAS INSPECTOR SHOWING METER SERIAL NUMBER AND READING.
- 34. AFTER TEMPORARY RECYCLED WATER USE PERMIT IS OBTAINED, AND RECYCLED WATER CONNECTED, THE ON-SITE RECYCLED WATER IRRIGATION SYSTEM MUST PASS A COVERAGE TEST CONDUCTED BY SBWR INSPECTOR. NO OVERSPRAY OR RUNOFF OF RECYCLED WATER IS ALLOWED ON ANY NON-APPROVED USE AREA. PONDING OF RECYCLEO WATER DUE TO IRRIGATION IS NOT ALLOWED IN ANY AREA. ADJUST IRRIGATION SYSTEM TO MINIMIZE OVERSPRAY, RUNOFF, AND PONDING.
- 35. ALL UTILITIES AND IMPROVEMENTS THAT SECOME DAMAGED DURING THE CONSTRUCTION SHALL BE COMPLETELY RESTORED TO THE SATISFACTION OF THE CITY ENGINEER.
- CONTRACTOR SHALL NOT DISCHARGE POLLUTANTS (CHEMICAL, SEGMENTS, GARBAGE, ETC.) TO THE STORM
- CONTRACTOR SHALL MARK-UP AND SUBMIT AS-BUILT PLANS TO SEWR INSPECTOR. SEWR SHALL PROVIDE ONE SET OF PLANS FOR THIS PURPOSE.



EXHIBIT A-I

GEN-1992-04

SF-G-1992-7

DATE NO. REVISION SOUTH DSN'D BY: 9/24/03 100% DESIGN DRAWINGS DRAWN BY: FNE CHK'D BY: HLH SCALE: N.T.S.

RECYCLED WATER RETROFIT SERVICE PLAN FOR SANDLEWOOD PARK GENERAL NOTES

CUST. ID NO. MP-000-3431